

**IN THE CLAIMS:**

This listing of claims will replace all prior versions, and listings, of claims in the application.

Please amend the claims as follows:

Claim 1 (currently amended) A method for producing individual folded labels from a ribbon of labels, said method comprising the steps of:

(a) providing a ribbon of labels having at least one folded over portion to result in a folded ribbon;

(b) attaching a plurality of ~~adhesive-backed~~ devices to said folded ribbon of labels;

(c) ~~providing heat and pressure to said ribbon of labels and plurality of devices attached thereto; and~~ subjecting said folded ribbon and plurality of devices to sufficient heat and pressure during a continuous, uninterrupted linear advance to set the fold;

(d) advancing said folded ribbon and plurality of devices to a cutting station; and

(e) ultrasonically subdividing said folded ribbon into separate, individual folded labels having cut edges.

Claim 2 (previously presented) The method of claim 1, wherein the device is an anti-theft device.

Claim 3 (cancelled).

Claim 4 (previously presented) The method of claim 1, wherein the device is a radio frequency inventory device.

Claims 5-63 (cancelled).